## THIRTY-SEVENTH DAY

(Monday, March 15, 1937)

The House met at 10:00 o'clock a. m., pursuant to adjournment, and was called to order by Speaker Calvert.

The roll of the House was called, and the following Members were present:

Mr. Speaker Herzik Adkins Holland Alexander Howard Alsup Huddleston Amos Hull Baker Hyder Bates Jackson Johnson of Ellis Beckworth Blankenship Johnson of Tarrant Jones of Angelina Boethel Bond Boyer Jones of Atascosa Jones of Falls Jones of Wise Bradbury Bradford . **Bridgers** Keefe

Broadfoot Keith Kelt Brown Burton Kenyon Cagle Kern Callan King Carssow Knetsch Celaya Lankford Cauthorn Lanning Cathey Leath Cleveland Leonard Colquitt Leyendecker Davis of Jasper Little Davison of Fisher Loggins London Davisson

of Eastland Lucas Dean Mann Deglandon Mauritz Derden Mays Dickison McConnell McCracken Dollins McDonald England Farmer McFarland Felty McKee McKinney Fielden Fox Metcalfe **Fuchs** Moffett Monkhouse Gibson Morris Graves Hamilton Morse Hankamer Newton Nicholson Hanna Hardin Oliver

Harper Palmer
Harrell Patterson of Mills
Harris of Archer Patterson
Harris of Dallas of Travis
Harris of Dickens Petsch

Harris of Dickens Petsch Hartzog Pope Heflin Powell

Smith of Hopkins Smith of Tarrant Prescott Quinn Ragsdale Stevenson Stinson Reader Reed of Bowie Stocks Reed of Dallas Talbert Rhodes Tarwater Riddle Tennant Tennyson Roark Thornton Ross Thornberry Russell Rutta Vale Waggoner Walker Schuenemann Settle Sewell Weldon Westbrook Sharpe Shell Wood Simpson Worley Skaggs

### Absent

#### Harbin

### Absent—Excused

Bell Langdon
Davis of Haskell Smith
Hoskins of Matagorda
James Winfree

A quorum was announced present. Rev. George W. Coltrin, Chaplain, offered prayer.

# LEAVES OF ABSENCE GRANTED

The following Members were granted leaves of absence on account of important business:

Mr. Harris of Archer for today, on motion of Mr. Tennyson.

Mr. Hoskins for today, on motion of Mr. Burton.

The following Members were granted leaves of absence on account of illness:

Mr. Davis of Haskell for today, on account of illness in his family, on motion of Mr. Fuchs.

Mr. Winfree for today, on motion of Mr. McCracken.

Mr. Bell for today, on motion of Mr. Jones of Wise.

Mr. Smith of Matagorda for today, on motion of Mr. Bradbury.

Mr. Langdon for today, on account of a death in his family, on motion of Mr. Roark.

Mr. James for today, on motion of Mr. Johnson of Ellis.

### HOUSE BILLS ON FIRST READING

Mr. Burton moved to introduce, at this time, and have placed on first reading, House Bill No. 992. The motion prevailed by the following vote:

# Yeas-117

Adkins Lankford Alexander Lanning Leath Alsup Leonard Amos Leyendecker Baker Little Bates Blankenship Loggins Boethel London Bond Lucas Boyer Mann Bradbury Mauritz Bradford Mays **Bridgers** McConnell Brown McCracken Burton McDonald Callan McFarland McKee Carssow Cauthorn McKinney Cleveland Moffett Colquitt Monkhouse Davison of Fisher Morris Dean Morse Deglandon Newton Derden Palmer Dickison Patterson of Mills England Patterson Farmer of Travis Felty Powell Fielden Prescott Fox Ragsdale **Fuchs** Reader Reed of Bowie Hamilton Reed of Dallas Hankamer Rhodes Hanna Riddle Hardin Harper Roark Harrell Russell Harris of Archer Rutta Schuenemann Harris of Dallas Harris of Dickens Settle Sewell Hartzog Shell Heflin Simpson Herzik Holland Skaggs Smith of Hopkins Smith of Tarrant Huddleston Hull Hyder Stevenson Jackson Stinson Johnson of Ellis Stocks Johnson Talbert of Tarrant Tennant Jones of Angelina Jones of Atascosa Jones of Falls Tennyson Thornberry Thornton Vale Walker Jones of Wise Keefe

Weldon

Westbrook Worley

Keith

Kenyon Knetsch

Kelt

#### Absent

Beckworth Kern Broadfoot King Metcalfe Cagle Cathey Nicholson Oliver Celaya Davis of Jasper Petsch Pope Davisson of Eastland Quinn Ross Dollins Sharpe Gibson Tarwater Graves Harbin Waggoner Howard Wood

### Absent-Excused

Bell Langdon
Davis of Haskell Smith
Hoskins of Matagorda
James Winfree

The Speaker then laid the bill before the House, it was read first time, and referred to the appropriate committee, as follows:

### By Mr. Burton:

H. B. No. 992, A bill to be entitled "An Act providing for trials of the contest of local option elections held pursuant to the terms of the Liquor Control Act; providing the time and manner in which such local option elections may be contested; prescribing the effect to be given the judgment of the courts in which said election is contested, and providing further that when no contest is filed within the time and the manner herein provided, that the legality of the election shall be conclusively presumed and shall be binding upon all courts, and declaring an emergency."

Referred to the Committee on Privileges, Suffrage and Elections.

Mr. Knetsch moved to introduce, at this time, and have placed on first reading, House Bill No. 993.

The motion prevailed by the following vote:

# Yeas-122

Bradbury
Bradford
Bridgers
Broadfoot
$\mathbf{Brown}$
Burton
Cagle
Callan
Carssow
Cathey
Cauthorn

Cleveland Colquitt Davison of Fisher Davisson of Eastland Dean Deglandon Derden Dickison England Farmer Felty Fielden Fox Fuchs Hamilton Hanna Hardin Harper Harris of Dallas Harris of Dickens Hartzog Heflin Herzik Huddleston Hull Hyder Jackson Johnson of Ellis Johnson of Tarrant Jones of Angelina Jones of Atascosa Jones of Falls Jones of Wise Keith Kelt Kenyon King Knetsch Lankford Lanning Leonard Leyendecker Little Loggins London Lucas Mann Mauritz Mays McConnell

McCracken McDonald McFarland McKee McKinney Metcalfe Moffett Monkhouse Morris Morse Newton Nicholson Palmer Patterson of Mills Patterson of Travis Powell Prescott Quinn Ragsdale Reader Reed of Bowie Reed of Dallas Rhodes Riddle

Rhodes
Riddle
Roark
Ross
Russell
Rutta
Schuenemann
Settle
Sewell

Sewell
Shell
Simpson
Skaggs
Smith of Hopkins
Smith of Tarrant
Stevenson

Stocks
Talbert
Tennant
Tennyson
Thornton
Vale
Waggoner
Walker
Weldon
Westbrook
Wood
Worley

Stinson

## Absent

Celaya
Davis of Jasper
Dollins
Gibson
Graves
Hankamer
Harbin
Harrell
Holland
Howard

Keefe
Kern
Leath
Coliver
Petsch
Pope
Sharpe
Tarwater
Thornberry

### Absent—Excused

Bell Davis of Haskell Harris of Archer Hoskins

James

Langdon Smith of Matagorda

Winfree

The Speaker then laid the bill before the House, it was read first time, and referred to the appropriate committee, as follows:

## By Mr. Knetsch:

H. B. No. 993, A bill to be entitled "An Act providing for the trial and commitment to State Hospitals for the Insane of persons found upon trial to have been insane at the time of the commission of the act, as well as at the time of the trial of such person; providing for the discharge of persons tried for crime if found to have been insane at the time of the commission of the offense and sane at the time of the trial; providing for the commitment of such persons to a State Hospital for the Insane if found to be sane at the time of the commission of the offense but insane at the time of the trial of such persons; providing for the trial of persons charged with crime who were sane at the time of the commission of the crime but insane upon the trial of their case, having been committed to a State Hospital for the insane and later found to have regained their sanity, and declaring an emergency.

Referred to the Committee on Criminal Jurisprudence.

Mr. Jones of Atascosa moved to introduce, at this time, and have placed on first reading, House Bill No. 994.

The motion prevailed by the following vote:

Yeas-120

Adkins
Alexander
Alsup
Amos
Baker
Bates
Beckworth
Blankenship
Boethel
Bond
Boyer
Bradbury
Bradford
Bridgers
Broadfoot

Burton

Cagle

Callan
Carssow
Cathey
Cauthorn
Cleveland
Colquitt
Davis of Jasper
Davison of Fisher
Davisson
of Eastland

Dean
Deglandon
Derden
Dickison
Dollins
England
Farmer

Felty Fielden Fox Fuchs Gibson Graves Hamilton Hanna Hardin Harper Harris of Dallas Harris of Dickens Hartzog Heflin Herzik Huddleston Hull

Hyder
Jackson
Johnson of Ellis
Johnson
of Tarrant
Jones of Angelina
Jones of Atascosa
Jones of Falls

Keith
Kelt
Kenyon
King
Knetsch
Lankford
Lanning
Leyendecker
Little

Jones of Wise

Little
Loggins
London
Lucas
Mann
Mays
McConnell
McCracken
McDonald
McKee
Metcalfe

Moffett Monkhouse Morris Morse Nicholson Oliver Patterson of

Patterson of Mills
Patterson
of Travis
Petsch
Pope
Powell
Prescott
Quinn

Reed of Bowie Reed of Dallas Rhodes Riddle Roark Ross Russell Rutta Schuenemann

Settle Sewell Shell Simpson Skaggs

Skaggs Smith of Hopkins Smith of Tarrant Stevenson

Stinson
Stocks
Talbert
Tennant
Tennyson
Thornton
Vale
Waggoner
Walker
Weldon

Westbrook Wood Worley

## Absent

Brown Mauritz McFarland Celaya McKinney Hankamer Harbin Newton Harrell Palmer Holland Ragsdale Howard Reader Keefe Sharpe Kern Tarwater Thornberry Leath Leonard

## Absent—Excused

Bell Davis of Haskell Harris of Archer Hoskins James

Langdon
Smith
of Matagorda
Winfree

The Speaker then laid the bill before the House, it was read first time, and referred to the appropriate committee, as follows:

By Mr. Jones of Atascosa:

H. B. No. 994, A bill to be entitled "An Act to change and fix the time of holding the terms of courts and the number of weeks in the terms of courts of the Eighty-first Judicial District of the State of Texas, to provide for the time when this Act shall take effect, to make all process heretofore issued, as well as bonds and recognizances heretofore entered into, conform thereto, to provide that the grand and petit jurors drawn and selected under existing laws in any of the counties of said Eighty-first Judicial District shall be considered legally drawn and selected for the term of the district court of their respective counties, held after this Act takes effect, and providing that this Act takes effect on August 1st, 1937; to repeal all laws and parts of laws in conflict herewith, and declaring an emergency."

Referred to the Committee on Judicial Districts.

# EXPRESSING APPRECIATION TO THE HOUSE

The Speaker laid before the House and had read the following communication:

331 College Avenue.

Fort Worth, Texas March 12, 1937.

Hon. R. W. Calvert, Speaker, House of Representatives,

Austin, Texas

Dear Mr. Calvert:

My sister and brothers join me in extending to you and through you to the House of Representatives our profound appreciation of the passage of H. S. R. No. 125 on the death of our beloved father.

Since his membership in the 39th Legislature he had cherished that opportunity of service to his State and it is indeed a comfort to us to see that unselfish service recognized by your honorable body.

Please allow us to thank you and Mrs. Phinney personally for your gracious favor of sending us copies of the resolution. If not asking too much, we would appreciate three more copies. With assurances of the highest personal regards of our entire family, I

Very sincerely yours, VADNA COODY.

## MEMORIALIZING CONGRESS IN REGARD TO TAX ON OIL

Mr. Roark offered the following resolution:

H. C. R. No. 60, Memorializing Congress in regard to tax on oil.

Whereas, The State of Texas is the largest oil producing State in these United States; and

Whereas, Approximately 85% of the oil produced within this State eventually is exported in interstate and foreign commerce; and

Whereas, Such oil, when stored and awaiting such exportation, formerly comprised a large source of taxable value for State and County ad valorem

tax purposes; and Whereas, The Supreme Court of the United States, in the T. & N. O. Railway Company vs. Sabine Tram Company case, and in the Carson Patroleum Company vs. Vial case, reported in 279 U.S. 95, has held that such oil in storage does not have a situs for the purpose of taxation by the State and County and other political sub-divisions on January 1 of any year, and that such ad valorem taxation would constitute a burden on interstate commerce; and

Whereas, This decision, and its effect on taxable values within this State and the counties thereof, has served to deprive the State and counties of much needed revenue from ad

valorem taxation; therefore, be it Resolved by the House of Represen-tatives of the Forty-fifth Legislature, the Senate concurring, That the Congress of the United States be, and the same is hereby requested to pass legislation in some form enabling the States and their political subdivisions to tax oil, or other minerals which have been mined and stored above ground awaiting eventual movement in interstate commerce, on some fair basis, such as the value of the average daily amount of oil in storage within a political subdivision during the previous year; and, be it further Resolved, That a copy of this reso-

lution be forwarded to each of the United States Senators and Congressmen from Texas, and that we do urge them to sponsor and seek the early passage of such legislation.

The resolution was read second time. Mr. Harris of Dallas moved that the resolution be referred to the Committee on Oil, Gas and Mining.

The motion to refer the resolution

was lost.

Question recurring on the resolution, yeas and nays were demanded.

The resolution was adopted by the following vote:

Yeas--103

Adkins Keefe Alexander Keith Kelt Alsup Kern Amos Baker King Knetsch Bates Beckworth Lankford Blankenship Lanning Leyendecker Boethel Bond Loggins Bradbury London Brown Lucas Mays Burton McConnell Cagle McDonald Callan McFarland Carssow Cathey Metcalfe Moffett Cauthorn Monkhouse Cleveland Davis of Jasper Morris Davison of Fisher Newton Oliver Dean

Deglandon Derden Dickison Dollins England Farmer Felty Fielden

Fox **Fuchs** Gibson Graves Hamilton Hankamer Hanna Hardin

Harper Harris of Dickens

Holland Huddleston Hull

Hartzog

Hyder Jackson Johnson of Ellis Johnson

of Tarrant Jones of Angelina Jones of Atascosa Jones of Falls Jones of Wise

Patterson of Mills

Patterson of Travis Powell Prescott Quinn Ragsdale Reed of Bowie Reed of Dallas Rhodes

Riddle Roark Ross Russell Rutta Schuenemann

Settle Sewell Simpson Skaggs Smith of Tarrant Stocks

Talbert Tarwater Tennyson Thornberry Waggoner Weldon Westbrook Wood

Nays	<b>—18</b>

Boyer Mauritz Bridgers Morse Broadfoot Palmer Pope Smith of Hopkins Colquitt

Harris of Dallas Heflin Stinson Kenyon Tennant Thornton Walker Little

Present-Not Voting

### Herzik

Mann

### Absent

McKee Bradford Celaya McKinney Nicholson Davisson of Eastland Petsch Harbin Reader Harrell Sharpe Howard Shell Leath Stevenson Leonard Vale McCracken Worley

### Absent—Excused

Bell Langdon Davis of Haskell Smith

Harris of Archer Hoskins

**James** 

of Matagorda Winfree

## TO RESOLUTION PERIOD RELATIVE

Mr. Morris moved that the House dispense with further consideration of resolutions at this time.

Question recurring on the motion by Mr. Morris, yeas and nays were demanded.

The motion was lost by the following vote (not receiving the necessary twothirds vote):

## Yeas-79

Davison of Fisher Amos Baker Deglandon Bates Derden Beckworth Dickison Blankenship Dollins Boethel England Bond Farmer Bradbury Felty Bradford Fielden Broadfoot Fox Fuchs Burton Cagle Graves Callan Hamilton Cleveland Harbin Davis of Jasper Harrell

Davisson of Eastland

Harris of Dickens

Heflin

Holland Huddleston Jackson Johnson of Ellis Jones of Angelina Jones of Wise Keefe Keith Kern King Lankford Loggins London Lucas Mays McConnell McDonald McFarland Metcalfe

Morris

Oliver

Palmer Patterson of Mills Patterson of Travis Petsch Powell Prescott Quinn Reader Reed of Dallas Rhodes

Roark Ross Russell Smith of Hopkins Stinson Stocks Tarwater Tennant Moffett Thornberry Monkhouse Waggoner Weldon Westbrook Newton

## Nays-49

Adkins Leonard Alexander Leyendecker Little Alsup Boyer Mann Mauritz Bridgers McCracken Carssow McKee Cathey Cauthorn McKinney Colquitt Morse Nicholson Gibson Reed of Bowie Hankamer Hanna Riddle Harper Rutta Harris of Dallas Settle Sewell Hartzog Hull Sharpe Simpson Hyder Skaggs Johnson Smith of Tarrant of Tarrant Jones of Atascosa Jones of Falls Talbert Tennyson Kelt Thornton Walker Kenyon

Present-Not Voting

 $\mathbf{Wood}$ 

Worley

## Herzik

Knetsch

Lanning

### Absent

Pope Brown Ragsdale Celaya Schuenemann Dean Shell Hardin Stevenson Howard Leath Vale

### Absent-Excused

Bell Davis of Haskell Harris of Archer Hoskins James Langdon Smith of Matagorda Winfree

## GRANTING A. S. MOSS PERMIS-SION TO BE ABSENT FROM THE STATE

Mr. Alexander offered the following resolution:

H. C. R. No. 66, Granting Judge A. S. Moss permission to be absent from the State.

Be It Resolved by the House of Representatives of the State of Texas and the Senate concurring, That the Hon. A. S. Moss, District Judge of the 100th Judicial District be, and is hereby, granted permission to leave the State at such times as it may be necessary or convenient for him to do so, and when such departure from the State will not impede the business of his Court.

The resolution was read second time, and was adopted.

## PROVIDING FOR CERTAIN INVES-TIGATING COMMITTEE

Mr. Cathey offered the following resolution:

Whereas, It has been brought to the attention of Members of this House; and

Whereas, It is openly charged on the outside and on the inside that there are men working in the different Departments of State drawing their own salary; and

Whereas, It is being openly charged that there are numerous men whose wives are working in the same Department or in some other Departments of State, drawing their salaries under their maiden name and endorsing their checks in their maiden name; and

Whereas, This is a violation of the law and is contrary to the rules of this Government; and

Whereas, There are thousands of worthy and well qualified men and women who have dependents depending on them for their bread and meat and clothing and the education of their children; and

Whereas, Many thousands of them are unable to procure any kind of employment; now, therefore, be it

Resolved by this House, That there be appointed a committee of five Members by the Speaker of this House and that said committee be vested with authority to administer the oath and to summon the heads of all Departments of State together with heads of subdivisions of said Department and to bring all records, in order to determine the truthfulness of these charges and that it be the duty of the Sergeant-at-Arms to furnish an Assistant Sergeant-at-Arms who shall be clothed with the authority to summons all witnesses that might be subpoenaed under the provisions of this resolution and to report the same back at the earliest possible hour to this Legislature.

The resolution was read second time. Mr. Metcalfe offered the following amendment to the resolution:

Amend the resolution, by striking out the words: "at the earliest possible hour" and insert in lieu thereof "not later than May 1, 1937".

The amendment was adopted.

Question recurring on the resolution, as amended, it was adopted.

## MESSAGE FROM THE SENATE

Austin, Texas, March 15, 1937. Hon. R. W. Calvert, Speaker of the

Hon. R. W. Calvert, Speaker of the House of Representatives.

Sir: I am directed by the Senate to inform the House the Senate has refused to concur in House amendments to Senate Bill No. 193 and requests the appointment of a conference committee to adjust the differences between the two Houses.

The following have been appointed on the part of the Senate:

Senators: Winfield, Head, Stone, Spears and Westerfeld.

And has passed

S. C. R. No. 15, Resolved, That the Legislative petition Members of Congress to vote against the approval of the St. Lawrence-Great Lakes Waterway treaty between United States and Cadana, etc.

H. B. No. 100, A bill to be entitled "An Act making an emergency appropriation to supplement an appropriation made by the Regular Session of the Forty-fourth Legislature for the fiscal year ending August 31, 1937, found on page 1053, Acts of the Regular Session of the Forty-fourth Legislature; said appropriation is to

pay the salaries and other expenses of the inspection work incident to the eradication of the Pink Bollworm under the provisions of Chapter 3, Title 4, Revised Civil Statutes of Texas, 1925, known as the Pink Bollworm Law, and amendments thereto, and declaring an emergency."

H. B. No. 101, A bill to be entitled "An Act making an emergency appropriation to supplement an appropriation made by the Regular Session of the Forty-fourth Legislature for the fiscal year ending August 31, 1937, found on page 1053, Acts of the Regular Session of the Forty-fourth Legislature; said appropriation is to pay the salaries and other expenses of the inspection work incident to the eradication of the Mexican Fruit Fly, Citrus Canker, and other pests, and declaring an emergency." (With declaring an amendments.)

Respectfully,

# BOB BARKER,

Secretary of the Senate.

## REQUEST OF SENATE GRANTED

On motion of Mr. Bradford, the House granted the request of the Senate for the appointment of a conference committee to adjust the differences between the House and Senate, on Senate Bill No. 193.

# HOUSE BILL NO. 4 ON SECOND READING

Mr. Jones of Wise moved that the regular order of business be suspended, at this time, to take up and have placed on its second reading and passage to engrossment,

H. B. No. 4, A bill to be entitled "An Act providing a title for the Act; providing for the imposition of a franchise tax; providing that certain corporations shall be exempt from the Act but requiring the exemption to be proven by the claimant; and re-pealing all existing exemptions or special credits; providing definitions for certain words, terms and phrases; providing certain deductions in computing net income; providing certain unallowable deductions; providing a method of computing the net income of insurance corporations; providing for the use of fiscal or calendar accounting periods; providing for the filing of returns by taxpayers; providing for the computation of the tax viding for the computation of the tax Boyer of new corporations; providing for Bradford

the use of inventories in determining net income; providing a basis for ascertaining gain or loss either from sale, exchange or other disposition of property; providing procedure relative to installment sales; providing for the computation of a minimum tax; providing methods of allocating the net income and minimum tax base of a corporation; providing that Secretary of State shall have power to determine income or assets in special cases; . . . emergency." etc., and declaring an

The motion prevailed by the following vote:

### Yeas-76

Lanning Alsup Amos Leath Baker Leyendecker **Bates** Loggins Beckworth London Boethel Lucas Bond Mann Bradbury Mauritz Broadfoot Mays Brown McConnell Burton Metcalfe Callan Moffett Monkhouse Cathev Cleveland Morris Davis of Jasper Oliver Davison of Fisher Palmer Davisson Patterson of Mills of Eastland Patterson Deglandon · of Travis Derden Petsch England Powell Prescott Fielden

Fuchs Graves Hamilton Harper Harrell Herzik Holland Huddleston Jones of Angelina Jones of Wise

Keefe Keith Kelt Kern King Knetsch Lankford

Roark Ross Russell Rutta Sewell Simpson Skaggs Smith of Hopkins Stocks Talbert Tarwater Thornberry

Ragsdale

Rhodes

Weldon Westbrook Worley

## Nays—58

Adkins Alexander Blankenship Bridgers Carssow Cauthorn Celaya Colquitt

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McFarland Dickison Dollins McKee Farmer McKinnev Felty Morse Newton Fox Nicholson Gibson Hankamer Pope Reader Hanna Reed of Bowie Hardin Reed of Dallas Harris of Dallas Hartzog Riddle Schuenemann Heflin Settle Howard Hull Sharpe Smith of Tarrant Hyder Stevenson Jackson Johnson of Ellis Stinson **Johnson** Tennant of Tarrant Tennyson Jones of Falls Thornton Kenyon Vale Waggoner Leonard Little Walker McCracken Wood McDonald

Present-Not Voting

Dean

Quinn

Jones of Atascosa

## Absent

Cagle Harbin Harris of Dickens

Shell

## Absent—Excused

Davis of Haskell Harris of Archer Hoskins

Langdon Smith

of Matagorda Winfree

James

# PAIRED

Mr. Dean (present), who would vote "nay", with Mr. Bell (absent), who would vote "yea".

Mr. Jones of Atascosa (present), who would vote "nay", with Mr. Langdon (absent), who would vote "yea".

The Speaker then laid House Bill No. 4 before the House, and it was read second time.

Mr. Carssow offered the following amendment to the bill:

Amend House Bill No. 4 at Section No. 3, exemptions:

So as to hereafter read as fol-(a) lows:

"The tax provided for under this Act shall not apply to any corporation organized solely for religious, charitable, scientific, educational, literary or ing out line six (6) on page two (2).

civic purposes, if its organization or activities are not designed for and do not result in financial or pecuniary gain or profit to the stockholders or members thereof; nor to fraternal benefit societies with a lodge system and representative form of government conducted not for profit. The burden of proving an exemption from the provisions of this Act shall rest upon the corporation, and until such exemption is proven no exemption shall be allowed."

### CARSSOW, HARTZOG.

Mr. Keith offered the following amendment to the amendment:

Amend amendment, by adding thereto, at the end of the first sentence thereof, a semi-colon instead of a period and the following words: "nor shall it apply to any corporation or-ganized under an Act of the Congress of the United States or of the Legislature of this State and being an in-strumentality of the United States strumentality of the United States Government or of the State of Texas."

The amendment was adopted.

The amendment, as amended, was adopted.

Mr. Keith offered the following amendment to the bill:

Amend House Bill No. 4, page 21, by striking therefrom Section 14, and inserting in lieu thereof a new Section 14. as follows:

"Section 14. Computation of taxes. Each organization subject to the provisions of this Act shall pay for the privilege of exercising its franchise in this State the tax imposed under the provisions of Section 2 of this Act. In no case shall such tax be less than Ten (\$10.00) Dollars."

Mr. King offered the following substitute for the amendment by Mr. Keith:

Amend House Bill 4, by striking out the words "one tenth of one percent" appearing in Section 14, line 34, page 21, and substituting in lieu thereof, the words "one twentieth of one percent".

substitute amendment was The adopted.

The amendment, as substituted, was adopted.

Mr. McCracken offered the following amendment to the bill:

Amend House Bill No. 4, by strik-

Mr. Jones of Wise moved to table the amendment.

Question recurring on the motion to table, yeas and nays were demanded.

The motion to table was lost by the following vote:

## Yeas-65

Adkins Lanning Alsup Leath Amos Loggins Baker London Bates Lucas Beckworth Mauritz Boethel Mays Bradbury McConnell Broadfoot Metcalfe Brown Moffett Burton Morris Cagle Oliver Callan Palmer Cleveland Patterson Davis of Jasper Davison of Fisher of Travis Petsch Deglandon Powell Derden Prescott Quinn England Farmer Ragsdale Fielden Rhodes Graves Roark Hamilton Ross Harper Rutta Holland Simpson Skaggs Smith of Hopkins Huddleston Jones of Angelina Jones of Wise Stocks Keefe Talbert Kelt Thornberry Kern Weldon King Lankford Westbrook

## Nays-68

Worley

Alexander Harrell Blankenship Harris of Dallas Bond Harris of Dickens Boyer Hartzog Bradford Heflin **Bridgers** Howard Carssow Hull Cathey Hyder Cauthorn Jackson Celaya Johnson of Ellis Colquitt Johnson Dickison of Tarrant **Dollins** Jones of Falls Keith Felty Kenyon Fox Gibson Knetsch Hankamer Leonard Hanna Leyendecker Little Harbin Hardin Mann

McCracken Sewell Sharpe McDonald McFarland Shell McKee Smith of Tarrant McKinney Stevenson Morse Stinson Newton Tarwater Nicholson Tennant Pope Tennyson Reed of Bowie Thornton Reed of Dallas Vale Riddle Waggoner Russell Walker Schuenemann Wood Settle

## Present-Not Voting

Dean

Jones of Atascosa

### Absent

Monkhouse Davisson Patterson of Mills of Eastland Fuchs Reader Herzik

## Absent—Excused

Bell Langdon Davis of Haskell Smith of Matagorda Harris of Archer Winfree Hoskins James

## PAIRED

Mr. Jones of Atascosa (present), who would vote "yea", with Mr. Langdon (absent), who would vote "nay".

Mr. Dean (present), who would vote "nay", with Mr. Bell (absent), who would vote "yea".

Question recurring on the amendment by Mr. McCracken, yeas and nays were demanded.

The roll of the House was called, and the vote announced as follows:

Yeas, 68; nays, 68.

Mr. Farmer requested a verification of the vote.

The roll of the "yeas" and "nays" was again called, and the verified vote resulted as follows:

## Yeas-65

Dickison Alexander Dollins Blankenship Bond Felty Boyer Fox Bradford Gibson Hankamer Bridgers Carssow Hanna Cauthorn Harbin Hardin Celava Colquitt Harrell

Harris of Dallas McKinney Harris of Dickens Morse Hartzog Newton Nicholson Heflin Pope Howard Reed of Bowie Hull Reed of Dallas Hyder Riddle Jackson Johnson of Ellis Schuenemann Johnson Settle of Tarrant Sewell Jones of Falls Sharpe Keith Shell Smith of Tarrant Kenyon Knetsch Stevenson Stinson Leonard Leyendecker Tennant Little Tennyson Thornton Mann McCracken Vale McDonald Waggoner Walker McFarland Wood McKee

### Navs-69

Adkins Lanning Alsup Leath Loggins Amos London Baker Lucas Bates Beckworth Mauritz Mays Boethel McConnell Bradbury Metcalfe Broadfoot Moffett Brown Burton Morris Cagle Callan Oliver Palmer Patterson of Mills Cathey Cleveland Patterson Davis of Jasper of Tr Davison of Fisher Petsch of Travis Deglandon Powell Prescott Derden England Quinn Rhodes Farmer Fielden Roark **Fuchs** Ross Russell Graves Hamilton Rutta Harper Simpson Holland Skaggs Smith of Hopkins Huddleston Jones of Angelina Stocks Jones of Wise Talbert Keefe Tarwater Kelt Thornberry Kern Weldon

## Present-Not Voting

Westbrook Worley

Dean Jones of Atascosa

King Lankford

### Absent

Davisson of Eastland Herzik Monkhouse Ragsdale Reader

### Absent—Excused

Bell Davis of Haskell Harris of Archer Hoskins

James

Langdon Smith of Matagorda

Winfree

### PAIRED

Mr. Dean (present), who would vote "yea", with Mr. Bell (absent), who would vote "nay".

Mr. Jones of Atascosa (present), who would vote "nay", with Mr. Langdon (absent), who would vote "yea".

The Speaker announced that the amendment was lost.

Question:—Shall House Bill No. 4 pass to engrossment?

### RECESS

Mr. Harris of Dallas moved that the House adjourn until 10:00 o'clock a.m., tomorrow.

Mr. Mays moved that the House recess to 2:00 o'clock p. m., today.

Mr. Keefe moved that the House recess to 2:30 o'clock p. m., today.

Question first recurring on the motion by Mr. Harris of Dallas, it was lost.

Question next recurring on the motion by Mr. Mays, it was lost.

Question then recurring on the motion by Mr. Keefe, it prevailed, and the House, accordingly, at 12:40 o'clock p. m., took recess to 2:30 o'clock p. m., today.

# AFTERNOON SESSION

The House met at 2:30 o'clock p. m., and was called to order by the Speaker.

## LEAVE OF ABSENCE GRANTED

### (By unanimous consent)

Mr. Adkins was granted leave of absence for this afternoon, on account of illness, on motion of Mr. Jones of Falls.

# HOUSE BILL NO. 101 WITH SENATE AMENDMENTS

Mr. Leonard called up from the Speaker's table, with Senate amendments, for consideration of the amendments,

H. B. No. 101, A bill to be entitled "An Act making an emergency appropriation to supplement an appropriation made by the Regular Session of the Forty-fourth Legislature for the fiscal year ending August 31, 1937, found on page 1053, Acts of the Regular Session of the Forty-fourth Legislature; said appropriation is to pay the salaries and other expenses of the inspection work incident to the eradication of the Mexican Fruit Fly, Citrus Canker, and other pests, and declaring an emergency."

The Speaker laid the bill before the House with the Senate amendments.

Mr. Leonard moved that the House do not concur in the Senate amendments, and that a conference committee be requested to adjust the differences between the two Houses on the bill.

The motion prevailed.

### MESSAGE FROM THE SENATE

Austin, Texas, March 15, 1937. Hon. R. W. Calvert, Speaker of the House of Representatives.

Sir: I am directed by the Senate to inform the House that the Senate has passed the following:

S. B. No. 418, A bill to be entitled "An Act making appropriation out of the General Fund of the State of Texas to pay the salaries and expenses of the District Attorney of the 30th Judicial District and the Assistant District Attorney for Archer and Young Counties in the 30th Judicial District, from January 1, 1937, to the end of the fiscal year, August 31, 1937, both days inclusive, and declaring an emergency."

Respectfully,
BOB BARKER,
Secretary of the Senate.

# HOUSE BILL NO. 4 ON PASSAGE TO ENGROSSMENT

The House resumed consideration of pending business, same being House Bill No. 4, relative to imposing a franchise tax on certain corporations, on its passage to engrossment.

The bill having been read second time on this morning.

Mr. McKinney moved to table House Bill No. 4.

Question recurring on the motion to table, yeas and nays were demanded.

The roll of the House was called, and the vote announced as follows:

Yeas, 63; nays, 63.

A verification of the vote was requested.

The roll of the "yeas" and "nays" was again called, and the verified vote resulted as follows:

### Yeas-63

Alexander Kenyon Alsup Knetsch Blankenship Leonard Bond Little Mann Boyer Bradford McCracken McDonald Bridgers Carssow McFarland Cauthorn McKee McKinney Celaya Colquitt Dickison Monkhouse Morse Dollins Nicholson Felty Reader Fox v Reed of Bowie Reed of Dallas Gibson Hankamer Riddle Schuenemann Hanna Settle Harbin Hardin Sewell Harrell Sharpe Harris of Dallas Shell Harris of Dickens Smith of Tarrant Hartzog Stevenson Heflin Stinson Hull Tennant Hyder Tennyson Jackson Thornton Johnson of Ellis Vale Johnson Waggoner Walker of Tarrant Keith Wood

### Nays-67

Amos Fuchs Baker Graves Hamilton Bates Beckworth Harper Boethel Herzik Bradbury Holland Broadfoot Huddleston Brown Jones of Angelina Jones of Falls Burton Cagle Jones of Wise Callan Keefe Cleveland Kelt Davis of Jasper Kern King Davison of Fisher Lankford Deglandon Derden Lanning England Leath Farmer Leyendecker Fielden Loggins

London Ragsdale Rhodes Lucas Mays Roark McConnell Ross Russell Metcalfe Moffett Rutta Morris Simpson Skaggs Oliver Smith of Hopkins Palmer Stocks Patterson of Mills Talbert Patterson of Travis Thornberry Powell Weldon Prescott Westbrook Quinn Worley Present-Not Voting

Dean

Jones of Atascosa

### **Absent**

Newton Cathey Davisson Petsch of Eastland Pope Howard Tarwater Mauritz

Absent—Excused

Adkins James Bell Langdon Davis of Haskell Smith of Matagorda Harris of Archer Hoskins Winfree

## PAIRED

Mr. Dean (present), who would vote "yea", with Mr. Bell (absent), who would vote "nay".

Mr. Jones of Atascosa (present), who would vote "yea", with Mr. Langdon (absent), who would vote "nay".

The Speaker announced that the motion to table was lost.

Mr. McDonald submitted the following motion:

I move to postpone House Bill No. 4 to 10:00 a. m., next April 15.

Mr. Johnson of Ellis moved, as a substitute motion, that further consideration of House Bill No. 4 be postponed until 10:00 o'clock a. m., May 10, 1937.

Mr. Jones of Wise moved to table the substitute motion.

Question recurring on the motion to table, yeas and nays were demanded.

The motion to table prevailed by the following vote:

## Yeas--70

**Beckworth** Amos Baker Boethel Bradbury Bates

**Broadfoot** London Brown Lucas Burton Mauritz Mays Callan Cleveland McConnell Davis of Jasper McDonald Davison of Fisher Metcalfe Davisson Moffett of Eastland Morris Deglandon Oliver Derden Palmer England Patterson of Mills Farmer Patterson Fielden of Travis Fox Powell **Fuchs** Prescott Graves Quinn Hamilton Ragsdale Harper Rhodes Harris of Dickens Roark Ross Herzik Holland Russell Huddleston Rutta Jones of Angelina Jones of Wise Simpson Skaggs Smith of Hopkins Keefe Kelt Stocks Kern Talbert King Lankford Tarwater Thornberry Lanning Weldon Westbrook Leath Loggins Worley

## Nays-65

Alexander Johnson of Tarrant Alsup Blankenship Jones of Falls Bond Keith Boyer Kenyon Bradford Knetsch **Bridgers** Leonard Leyendecker Cagle Little Carssow Cauthorn Mann McCracken Celaya McFarland Colquitt Dickison McKee McKinney Dollins Monkhouse Feltv Gibson Morse Hankamer Newton Nicholson Hanna Pope Harbin Reader Hardin Reed of Bowie Harrell Harris of Dallas Reed of Dallas Riddle Hartzog Heflin Schuenemann Settle Hull Sewell Hyder Sharpe Jackson Johnson of Ellis Shell

Smith of Tarrant	Thornton
Stevenson	Vale
Stinson	Waggoner
Tennant	Walker
Tennyson	Wood
<u> </u>	

### Present-Not Voting

Dean

Jones of Atascosa

### Absent

Cathey Howard Petsch

### Absent-Excused

Adkins Bell Davis of Haskell

**James** Langdon Smith

Harris of Archer Hoskins

of Matagorda Winfree

## PAIRED

Mr. Jones of Atascosa (present), who would vote "nay", with Mr. Langdon (absent), who would vote "yea".

Mr. Dean (present), who would vote "nay", with Mr. Bell (absent), who would vote "yea".

Mr. Derden moved to table the motion by Mr. McDonald.

Question recurring on the motion to table, yeas and nays were demanded.

The roll of the House was called, and the vote announced as follows:

Yeas, 69; nays, 65.

Mr. Celaya requested a verification of the vote.

The roll of the "yeas" and "nays" was again called, and the verified vote resulted as follows:

### Yeas-71

1000 - 1,1		
Amos	Fielden	
Baker	Fox	
Bates	Fuchs	
Beckworth	Graves	
Boethel	Hamilton	
Bradbury	Harper	
Broadfoot	Herzik	
Brown	Holland	
Burton	Huddleston	
Callan	Jones of Angelina	
Cathey	Jones of Wise	
Cleveland	Keefe	
Davis of Jasper	Kelt	
Davison of Fisher	Kern	
Davisson	King	
of Eastland	Knetsch	
Deglandon	Lankford	
Derden	Lanning	
England	Leath	
Farmer	Leyendecker	
	•	

Loggins	Ragsdale
London	Rhodes
Lucas	Roark
Mauritz	Ross
Mays	Russell
McConnell	Rutta
Metcalfe	Simpson
Moffett	Skaggs
Morris	Smith of Hopkins
Oliver	Stocks
Palmer	Talbert
Patterson of Mills	
Patterson	Thornberry
of Travis	Weldon
Powell	Westbrook
Prescott	Worley
Quinn	

## Nays-65

Alexander Keith Alsup Blankenship Kenyon Leonard Bond Little Boyer McCracken Bradford McDonald Bridgers McFarland Cagle McKee McKinney Carssow Cauthorn Monkhouse Celaya Morse Colquitt Newton Dickison Dollins Nicholson Pope Reader Felty Reed of Bowie Gibson

Hankamer Reed of Dallas Riddle Hanna Harbin Schuenemann Hardin Settle

Harrell Sewell Harris of Dallas Sharpe Harris of Dickens Shell Smith of Tarrant Hartzog

Heflin Stevenson Howard Stinson Hull Tennant Hyder Tennyson Jackson Thornton Johnson of Ellis Vale Johnson Waggoner Walker of Tarrant Jones of Falls Wood

## Present-Not Voting

Dean Jones of Atascosa

# Absent

Mann Petsch

Absent—Excused

Adkins James Bell Langdon Davis of Haskell Smith

of Matagorda Harris of Archer Hoskins

Winfree

### PAIRED

Mr. Dean (present), who would vote "nay", with Mr. Bell (absent), who would vote "yea".

Mr. Jones of Atascosa (present), who would vote "nay", with Mr. Langdon (absent), who would vote "yea".

The Speaker announced that the motion to table prevailed.

Mr. Harris of Dallas offered the following amendment to the bill:

Amend House Bill No. 4, Section 5, pages 7 and 8 of the printed bill, by striking out all of Subdivision (i) of said Section No. 5, and inserting in lieu thereof the following:

"(i) In the case of a Building and Loan Association, organized and operating wholly or partly on a mutual plan, the dividends accrued, paid, credited, or apportioned to the withdrawable shares of such association."

The amendment was adopted.

Mr. Bradbury offered the following amendment to the bill:

Amend House Bill No. 4, by providing that revenues derived from this Act shall be allocated ½ to the General Revenue and ½ to the Texas Old Age Assistance Fund.

BRADBURY, FIELDEN, HARBIN.

The amendment was adopted.

Mr. Farmer moved to reconsider the vote by which the amendment was adopted, and to table the motion to reconsider.

The motion to table prevailed.

Mr. Keith offered the following amendment to the bill:

Amend House Bill No. 4, Section 5, Subsection (c), by striking therefrom the following words: "... and other than taxes on or according to or measured by income or profits paid or accrued within the income year imposed by the authority of (1) the Government of the United States or any foreign country, (2) any state, territory, county, city, and county, school district, municipality, or other taxing subdivision of any state or territory."

The amendment was adopted.

Mr. Hankamer offered the following amendment to the bill:

Amend House Bill No. 4, by adding the following at the end of Section 14 on page 22:

"Provided, however, that corporations now required to pay annually a tax on their intangible assets as provided in Article 7105 of the Revised Statutes of 1925, as amended by Section 12 of House Bill No. 154 of the Regular Session of the Forty-third Legislature, shall be required to pay only one-fifth of the tax as computed under this section, and further provided that this credit shall in no way apply to the tax according to or measured by net income."

The amendment was adopted.

Mr. Keith offered the following amendment to the bill:

Amend House Bill No. 4, page 2, line 20, by striking therefrom the word "five" and inserting in lieu thereof the word "two".

Mr. Derden offered the following substitute for the amendment by Mr. Keith:

Amend House Bill No. 4, by striking out Section 2 and inserting in lieu thereof the following:

"Section 2. Imposition of Tax. Except as herein provided, every domestic corporation, heretofore or hereafter organized under the laws of this State, for the privilege of exercising its franchise in this State in a corporate or organized capacity; and every foreign corporation, heretofore or hereafter granted a permit to do business in this State, for the privilege of doing business in this State, shall, within four months of the expiration of its calendar or fiscal year, pay annually in advance to the Secretary of State for the year beginning four months after the expiration of its calendar or fiscal year a franchise tax according to or measured by its net income to be computed in the manner hereinafter provided at the rate of 2 per centum of a net income not exceeding \$2,500.00, 3 per centum on a net income of more than \$2,500.00 and not exceeding \$5,000.00, 4 per centum on a net income exceeding \$5,000.00 and not exceeding \$10,000.00 and 5 per centum on a net income exceeding \$10,000.00 as computed upon the basis of its net income for the next preceding calendar or fiscal year. The amount due shall never be less than the minimum tax as computed under Section 14 of this Act."

On motion of Mr. Keith, the substitute amendment was tabled.

Mr. Keefe offered the following substitute for the amendment by Mr. Keith:

Amend House Bill No. 4, page 2, line 20, by striking therefrom the word "five" and inserting in lieu thereof the word "three".

On motion of Mr. Keith, the substitute amendment was tabled.

Mr. McDonald offered the following substitute for the amendment by Mr. Keith:

Amend House Bill No. 4, Section 2, p. 2, line 20, by striking out the words "five per cent" and insert in lieu thereof the following: "one per cent upon the basis of its net income in excess of \$5,000.00 and two per cent upon the basis of its net income in excess of \$10,000.00, and three per cent upon the basis of its net income in excess of \$20,000.00."

On motion of Mr. McKinney, the substitute amendment was tabled.

Mr. Metcalfe offered the following substitute for the amendment by Mr. Keith:

Amend amendment, by striking out the words "two per cent" and insert "2½%".

On motion of Mr. Keith, the substitute amendment was tabled.

Question recurring on the amendment by Mr. Keith, it was adopted.

Mr. Hanna moved that further consideration of House Bill No. 4 be postponed until 10:00 o'clock a. m., April 9, 1937.

Mr. Jones of Wise moved to table the motion to postpone.

The motion to table prevailed.

Mr. Prescott moved the previous question on the amendments on the Speaker's desk, and the passage of House Bill No. 4 to engrossment.

Mr. Morse raised a point of order, on further consideration of the motion by Mr. Prescott, on the ground that the main question can not be ordered on the amendments on the Speaker's desk, inasmuch as the amendments have no official standing before the House.

The Speaker sustained the point of order.

Mr. Keith offered the following amendment to the bill:

Amend House Bill No. 4, page 27, Broadf lines 31 and 32, by striking therefrom Brown the words and figures: "Ninety Thou-

sand (\$90,000.00) Dollars", and inserting in lieu thereof the words and figures "Fifteen Thousand (\$15,000.00) Dollars".

Mr. Wood offered the following substitute for the amendment by Mr. Keith:

Amend House Bill No. 4, page 27, by striking out Section 25.

The substitute amendment was adopted.

Question recurring on the amendment, as substituted, yeas and nays were demanded.

The amendment, as substituted, was adopted by the following vote:

#### Yeas-67

Alsup Little Blankenship Lucas Bond Mann McConnell Boyer Bradbury McCracken Bridgers McDonald Carssow McFarland Celaya McKinney Colquitt Monkhouse Davisson Morse of Eastland Newton Dickison Nicholson Dollins Pope Felty Quinn Gibson Reader Reed of Bowie Hankamer Reed of Dallas Hanna Harbin Schuenemann Settle Hardin Harris of Dallas Sewell Harris of Dickens Sharpe Shell Hartzog Heflin Smith of Hopkins Smith of Tarrant Howard Hull Stevenson Jackson Stinson Johnson of Ellis Tennant Tennyson Johnson of Tarrant Thornton Jones of Falls Vale Waggoner Keith Walker Kenyon Kern Wood Worley Knetsch Leonard

# Nays—62

Amos Callan
Baker Cathey
Bates Cleveland
Beckworth Davis of Jasper
Boethel Davison of Fisher
Broadfoot Deglandon
Brown Derden
Burton England

Morris Fielden Fox Oliver Palmer Fuchs Patterson of Mills Graves Hamilton Patterson of Travis Harrell Petsch Holland Powell Huddleston Prescott Hyder Jones of Angelina
Jones of Wise Ragsdale Rhodes Keefe Roark Ross Kelt Russell King Lankford Rutta Simpson Leath Leyendecker Skaggs Stocks Loggins London Talbert Tarwater Mauritz Thornberry Mays McKee Weldon Metcalfe Westbrook Moffett

Present-Not Voting

Herzik

## Absent

Alexander Farmer
Bradford Harper
Cagle Jones of Atascosa
Cauthorn Lanning
Dean Riddle

### Absent—Excused

Adkins Bell Davis of Haskell Harris of Archer Hoskins James Langdon Smith

of Matagorda Winfree

Mr. Gibson moved to reconsider the vote by which the amendment, as substituted, was adopted, and to table the motion to reconsider.

The motion to table prevailed.

Mr. Stinson offered the following amendment to the bill:

Amend House Bill No. 4, page 2, by adding following Section 3, a new subsection to be appropriately numbered, to read as follows:

"All credit organizations as defined in Title 46 of the Revised Civil Statutes, including rural credit unions, mutual loan associations, co-operative credit associations, and farmers' cooperative societies, shall be exempt from all franchise taxes."

STINSON, FIELDEN.

The amendment was adopted.

Mr. Hartzog offered the following amendment to the bill:

Amend House Bill No. 4, Section 3, by adding at the end thereof the following:

"Provided that all corporations paying a severance tax shall be allowed a deduction to the amount of the severance tax paid."

Mr. Jones of Wise moved to table the amendment.

The motion to table was lost.

Question recurring on the amendment, yeas and nays were demanded.

The amendment was adopted by the following vote:

## Yeas-72

Alexander Lanning Alsup Leonard Little Blankenship Mann Boyer Bradford McDonald McFarland Bridgers Broadfoot McKee Carssow McKinney Monkhouse Cauthorn Celaya Morse Newton Colquitt Nicholson Derden Petsch Dickison Dollins Pope Quinn Farmer Felty Reader Reed of Bowie Fielden Reed of Dallas Gibson Riddle Hankamer Hanna Schuenemann Hardin Settle Sewell Harrell Harris of Dallas Sharpe Harris of Dickens Shell Smith of Hopkins Hartzog Smith of Tarrant Heflin Howard Stevenson Stinson Huddleston Tennant Hull Hyder Tennyson Thornton Jackson Vale Johnson of Ellis Johnson Waggoner of Tarrant Walker Keith Wood Worley Kenyon

## Nays-60

Amos Brown
Baker Burton
Callan
Beckworth Cathey
Boethel Cleveland
Bradbury Davis of Jasper

Knetsch

Davison of Fisher	Metcalfe
Deglandon	Moffett
England	Morris
Fuchs	Oliver
Graves	Palmer
Hamilton	Patterson of Mills
Harbin	Patterson
Harper	of Travis
Herzik	Powell
Holland	Prescott
Jones of Angelina	Ragsdale
Jones of Falls	Rhodes
Jones of Wise	Roark
Keefe	Ross
Kelt	Russell
Kern	Rutta
King	Simpson
Lankford	Skaggs
Leyendecker	Stocks
Loggins	Talbert
London	Tarwater
Lucas	Thornberry
Mauritz	Weldon
Mays	Westbrook
McConnell	•

## Present-Not Voting

Dean

Jones of Atascosa

## Absent

Bond Cagle Davisson of Eastland Fox Leath McCracken

## Absent-Excused

Adkins Bell Davis of Haskell James Langdon Smith

Harris of Archer Hoskins

of Matagorda Winfree

## PAIRED

Mr. Dean (present), who would vote "yea", with Mr. Bell (absent), who would vote "nay".

Mr. Jones of Atascosa (present), who would vote "yea", with Mr. Langdon (absent), who would vote "nay".

Mr. Hartzog moved to reconsider the vote by which the amendment was adopted, and to table the motion to reconsider.

Question recurring on the motion to table, yeas and nays were demanded.

The motion to table prevailed by the following vote:

Yeas-73

Alexander Alsup Blankenship Boyer Bradford Bridgers

Carssow Cauthorn Celaya Colquitt Dean Derden Dickison Dollins Farmer Felty Fielden Gibson Hankamer Hanna Harbin Hardin Harris of Dallas Harris of Dickens Hartzog Heflin Howard Huddleston Hull Hyder Jackson Johnson of Ellis Johnson of Tarrant Keith

Kenyon Knetsch Lanning Leonard Leyendecker

Amos

Baker **Bates** Beckworth Boethel Bradbury Brown Burton Callan Cathev Cleveland Davis of Jasper Davison of Fisher Davisson of Eastland

Deglandon England Fuchs Graves Hamilton Harper Herzik Holland

King

Jones of Angelina Jones of Wise Keefe Kelt Kern

Little Mann McDonald McFarland McKee McKinney Monkhouse Morse Newton Nicholson Petsch Pope Quinn Reader

Reed of Bowie Reed of Dallas Riddle Russell

Schuenemann Settle Sewell Sharpe Shell

Smith of Tarrant Stevenson Tarwater Tennant Tennyson Thornton Vale Waggoner Walker Wood

Worley Nays-56 Lankford Loggins London Lucas Mays McConnell Metcalfe Moffett Morris

Oliver

Palmer Patterson of Mills Patterson

of Travis Powell Prescott Ragsdale Rhodes Roark Ross Rutta Simpson

Skaggs Smith of Hopkins

Stocks Talbert Thornberry Weldon Westbrook

#### Absent

Bond Broadfoot Cagle Fox Harrell Jones of Falls Leath Mauritz McCracken Stinson

Jones of Atascosa

## Absent—Excused

Adkins Bell Davis of Haskell Harris of Archer Hoskins James
Langdon
Smith
of Matagorda
Winfree

Mr. Keefe offered the following amendment to the bill:

Amend House Bill No. 4, by adding a new section to read as follows:

"All mutual fire insurance companies not operated for profit shall be exempt from the provisions of this Act."

The amendment was adopted.

Mr. Leonard offered the following amendment to the bill:

Amend House Bill No. 4, Section 27, near the end of said Section, by adding after the words "existing franchise tax law", and before the words "and providing that" the following: "this Act shall not, in any manner, affect the obligation for the payment of any taxes that have accrued and that are now due and owing under provisions of Chapter 4, Title 78, Revised Civil Statutes, 1925, and subsequent amendments, but the obligation, as now provided by law, for the payment of such taxes shall remain in full force and effect;".

The amendment was adopted.

Mr. Thornton offered the following amendment to the bill:

Amend House Bill No. 4, by adding a new paragraph at the end of Section 3 (a), as amended, to read as follows:

"The provisions of this Act shall not apply to foundations organized for charitable, educational and scientific purposes."

The amendment was adopted.

Mr. Keith offered the following amendment to the bill:

Amend House Bill No. 4, by striking from Section 24 thereof the following:

"To aid the Secretary of State in Auddleston carrying out the provisions of this Act there is hereby created the office of Jones of Wise

Franchise Tax Commissioner of Texas, who shall be appointed by the Secretary of State for a term of office coextensive with the term of office of the Secretary of State. The Franchise Tax Commissioner, as herein created, shall draw an annual salary of not exceeding Five Thousand (\$5,000.00) Dollars."

The amendment was adopted.

Mr. Stinson offered the following amendment to the bill:

Amend House Bill No. 4, by adding to Section 4 another subsection to be properly numbered to read as follows:

"All corporations transporting persons, freight and all other commodities and merchandise, and whose activities and rates are regulated by and determined by a State regulatory agency are hereby expressly exempt from all provisions of this Act."

Mr. Jones of Wise moved to table the amendment.

Question recurring on the motion to table, yeas and nays were demanded.

The motion to table prevailed by the following vote:

## Yeas-75

Alexander Keefe Amos Kelt Baker Kern Bates King Knetsch Beckworth Boethel Lankford Bond Lanning Bradbury Leath Levendecker Broadfoot Brown Loggins Burton London Callan Lucas Cathey Mauritz Cleveland Mays Davis of Jasper McConnell Davison of Fisher Metcalfe Deglandon Moffett Derden Morris Farmer Oliver Fielden Palmer Fox Patterson of Mills Fuchs Patterson of Travis Graves Petsch Hamilton Powell Harbin Prescott Hardin Harper Quinn Ragsdale Herzik Holland Rhodes Roark Ross Russell

Rutta Simpson Skaggs Smith of Hopkins Smith of Tarrant Stocks Talbert Tarwater Thornberry Weldon Westbrook Worley

## Nays-58

Alsup Mann Blankenship McCracken McDonald Boyer Bradford McFarland McKee Bridgers Carssow McKinney Monkhouse Celaya Colquitt Morse Newton Dickison Nicholson Dollins Felty Pope Gibson Reader Reed of Bowie Hankamer Reed of Dallas Hanna Harrell Riddle Harris of Dallas Schuenemann Harris of Dickens Settle Sewell Hartzog Heflin Sharpe Howard Shell Stevenson Hull Hyder Stinson Johnson of Ellis Tennant Johnson Tennyson of Tarrant Thornton Jones of Falls Vale Keith Waggoner Walker Kenyon Wood Leonard

## Absent

Cagle Cauthorn Davisson of Eastland

Little

Dean England Jackson Jones of Atascosa

## Absent—Excused

Adkins
Bell
Davis of Haskell
Harris of Archer
Hoskins

James
Langdon
Smith
of Matagorda
Winfree

Mr. Beckworth moved the previous question on the passage of House Bill No. 4 to engrossment, and the motion was duly seconded.

Question recurring on the motion for the main question, it was lost.

Mr. Fox offered the following amendment to the bill:

Amend House Bill No. 4, by adding a new section immediately after Section 14 to be known as Section 15, Harper

and renumbering the remaining sections of the bill accordingly, which said Section 15 shall read as follows:

"Sec. 15. In computing the minimum tax under Section 14 of this Act, in case of a building and loan association organized and operating wholly or partly on a mutual plan, and in arriving at the gross assets of any such building and loan association, the amount of outstanding withdrawable shares, the amount of indebtedness due to any Federal Home Loan Bank, and the amount of reserves for dividends and losses shall be deducted."

The amendment was adopted.

Mr. McCracken offered the following amendment to the bill:

Amend House Bill No. 4, by adding a new section as follows:

"All corporations incorporated under the laws of this State after the effective date of this Act shall be exempt from the provisions of this Act for a period of five (5) years from the date of their incorporation,"

Mr. Jones of Wise moved to table the amendment.

Question recurring on the motion to table, yeas and nays were demanded.

The motion to table prevailed by the following vote:

### Yeas-77

Herzik

Holland

Alsup  $\mathbf{A}\mathbf{m}\mathbf{o}\mathbf{s}$ Baker Beckworth Boethel Bond Bradbury Bridgers Broadfoot Brown Burton Callan Cathey Cleveland Davis of Jasper Davison of Fisher Davisson of Eastland Deglandon Derden England Farmer Fielden

Fuchs

Graves

Huddleston Jones of Angelina Jones of Wise Keefe Keith Kelt Kern King Knetsch Lankford Lanning Leath Leyendecker Loggins London Lucas Mann Mauritz Mays McConnell Metcalfe Moffett Monkhouse Morris Oliver

Palmer

Patterson of Mills Simpson Patterson Skaggs

of Travis Smith of Hopkins Petsch Smith of Tarrant Powell Stocks Prescott Talbert Ragsdale Tarwater Thornberry Rhodes Weldon Roark Ross Westbrook Russell Worley Rutta

## Nays-58

Leonard Alexander Blankenship Little McCracken Boyer Bradford McDonald McFarland Cagle Carssow McKee McKinney Celaya Morse Colquitt Dean Newton Dickison Nicholson Pope Dollins Quinn Felty Reader Fox Reed of Bowie Gibson Reed of Dallas Hankamer Riddle Hanna Schuenemann Hardin Settle Harrell Harris of Dallas Sewell Harris of Dickens Sharpe Shell Heflin Stevenson Howard Hull Stinson Tennant. Hyder Jackson Thornton Johnson of Ellis Vale Waggoner Johnson Walker of Tarrant Jones of Falls Wood Kenyon

Present-Not Voting

Jones of Atascosa

## Absent

Bates Hartzog Cauthorn Tennyson

# Absent—Excused

Adkins
Bell
Davis of Haskell
Harris of Archer
Hoskins
James
Langdon
Smith
of Matagorda
Winfree

## PAIRED

Mr. Jones of Atascosa (present), who would vote "yea", with Mr. Langdon (absent), who would vote "nay".

Mr. Stinson offered the following amendment to the bill:

Amend House Bill No. 4, by striking out all of Sections Two to Twenty-six, inclusive, and insert in lieu thereof the following:

Section 2. That Article 7084, Revised Civil Statutes, 1925, as amended by Section One of Chapter 265, Acts of the Regular Session of the Fortysecond Legislature, be, and the same is hereby amended to read as follows:

is hereby amended to read as follows:
"Article 7084. Amount of Tax. (a)
Except as herein provided, every domestic and foreign corporation heretofore or hereafter chartered or authorized to do business in Texas, shall, on or before May 1st of each year, pay in advance to the Secretary of State a franchise tax for the year following, based upon that proportion of the outstanding capital stock, surplus and undivided profits, plus the amount of outstanding bonds, notes and debentures, other than those maturing in less than a year from date of issue, as the gross receipts from its business done in Texas bears to the total gross receipts of the corporation from its entire business, which tax shall be computed at the following rates for each One Thousand (\$1,000.00) Dollars or fractional part thereof: One (\$1.00) Dollar for each One Thousand (\$1,000.00) Dollars or fractional part thereof; provided, that such tax shall not be less than Ten (\$10.00) Dollars in the case of any corporation, including those without capital stock. Where a foreign corporation applying for a permit has theretofore done no business in Texas, such tax shall not be payable until the end of one year from the date of such permit, at which time the tax shall be computed according to first year's business; and, at the same time, such corporation shall also pay its tax in advance, based upon the first year's business, for the period from the end of the first year to and including May 1st following. In all other cases, the tax shall be computed from the data contained in the reports required by Articles 7087 and 7089. Capital stock as applied to corporations without capital stock shall mean

the net assets.

"(b) Corporations which are now required by law to pay annually a tax upon intangible assets, corporations owning or operating street railways in or upon the public streets of any town or city, and corporations organized to maintain or owning or operating elec-

tric interurban railways, shall be required to hereafter pay a franchise tax equal to one-fifth (1/5) of the franchise tax herein imposed against all other corporations under Section (a)

herein.
"(c) Provided, however, that this Act shall not apply to corporations organized as terminal companies not or-ganized for profit, and having no income from the business done by them.

"(d) Except as provided in preceding clauses (b) and (c), all public utility corporations, which shall include every such corporation engaged solely in the business of a public utility whose rates or service is regulated, or subject to regulation in whole or in part, by law, shall pay a fran-chise tax as provided in this Act, except the same shall be based on that proportion of the issued and outstanding capital stock surplus, and undivided profits, which the gross receipts of the business of said corporation done in this State bears to its total gross receipts, instead of the gross assets; and in lieu of the rate hereinabove prescribed said tax shall be computed as follows:

One (\$1.00) Dollar to One Million (\$1,000,000.00) Dollars, sixty-five cents (65c) for each One Thousand (\$1,000.00) Dollars or fractional part thereof;

"Forty-five cents (45c) for each One Thousand (\$1,000.00) Dollars or fractional part thereof in excess of One Million (\$1,000,000.00) Dollars and not exceeding Ten Million (\$10,-000,000.00) Dollars.

"And thirty-five cents (35c)each One Thousand (\$1,000.00) Dollars or fractional part thereof in excess of Ten Million (\$10,000,000.00) Dollars.

"For the purpose of computing the tax of corporations issuing no par stock, such stock shall be taken and considered as being of the value ac-tually received at the time of the issuance thereof; and foreign corporations issuing such stock shall furnish the Secretary of State with the same information now required of domestic corporations issuing such stock.

"(e) Corporations engaged partly

in the business of a public utility as defined in clause (d) and partly in businesses embraced in clause (a) shall pay the franchise tax in the following manner: as to those businesses

taxable\_capital under said clause (a) as the Texas gross receipts from such business or businesses bear to the entire Texas gross receipts of such corporation; and to those businesses which come under clause (d) the tax shall be computed as provided in clause (d) on that proportion of the entire taxable capital under said clause (d) as the Texas gross receipts from such business or businesses bear to the entire Texas gross receipts of such corporation. The period for which such gross receipts are taken shall be the same period used in computing the proportion of Texas taxable capital under clause (a) and (d).
"(f)

"(f) Corporations which are now required to pay a separate franchise tax for each purpose or business authorized by their phast and shall have orized by their charters, shall hereafter pay only the tax provided hereunder for one purpose, and one-fourth (1/4) of such amount for each additional purpose named in their charters."

Question—Shall the amendment by Mr. Stinson be adopted?

### BILLS AND RESOLUTIONS SIGNED BY THE SPEAKER

The Speaker signed, in the presence of the House, after giving due notice thereof, and their captions had been read severally, the following enrolled bills and resolutions:

H. B. No. 100, "An Act making an emergency appropriation to supplement an appropriation made by the Regular Session of the Forty-fourth Legislature for the fiscal year ending August 31, 1937, found on page 1053, Acts of the Regular Session of the Forty-fourth Legislature; said appropriation is to pay the salaries and other expenses of the inspection work incident to the eradication of the Pink Bollworm, under the provisions of Chapter 3, Title 4, Revised Civil Statutes of Texas, 1925, known as the Pink Bollworm law, and amendments thereto, and declaring an emergency."

H. B. No. 174, "An Act making an appropriation from the State Treasury for the preparation, checking, investigation, and correction of the scholastic census and for accounting and investigation necessary in the approval of transfers to the Census Division to the which come under clause (a) the tax State Department of Education; proshall be computed as provided in clause viding money for salaries, wages, rent, (a) on that proportion of the entire equipment, supplies, printing, and

necessary traveling expenses incident thereto for the sum of Fifteen Thousand (\$15,000.00) Dollars for the year ending September first, 1937, etc., and declaring an emergency."

H. B. No. 268, "An Act making it unlawful to kill squirrels in Angelina and Tyler Counties, Texas, during the month of July; declaring it unlawful for any person to kill, take or have in his possession for purpose of sale any wild fox or the pelts thereof, provid-ing that this law shall be in force for a period of two years; prescribing a penalty for the violation of the pro-visions of this Act; repealing all laws in conflict, and declaring an emergency.

H. C. R. No. 51, To memorialize Congress in regard to interest rate on Federal Land Bank Loans.

H. C. R. No. 63, Authorizing certain corrections in House Bill No. 268.

# SENATE BILL ON FIRST READING

The following Senate bill, received from the Senate today, was laid be-fore the House, read first time, and referred to the appropriate committee, as follows:

Senate Bill No. 418, to the Committee on Appropriations.

## HOUSE BILLS ON FIRST READING

The following House bills, introduced today, were laid before the House, read severally first time, and referred to the appropriate committees, as follows:

By Mr. Ross:

H. B. No. 995, A bill to be entitled "An Act providing a closed season on quail and doves in Callahan and Eastland Counties, Texas, for a period of three (3) years; providing a penalty for the violation of the terms of this Act, and declaring an emergency."

Referred to the Committee on Game and Fisheries.

By Mr. Talbert:

H. B. No. 996, A bill to be entitled "An Act providing relief for the Troup Independent School District of...... County, Texas, made necessary by the fact that many additional students have enrolled in said school upon which the district receives no State apportionment; making an appropriation for said District to enable them Alexander, Alsup, Amos, Baker, Bates,

to cope with the situation, and declaring an emergency.'

Referred to the Committee on Appropriations.

MESSAGE FROM THE SENATE Austin, Texas, March 15, 1937.

Hon. R. W. Calvert, Speaker of the House of Representatives.

Sir: I am directed by the Senate to inform the House that the Senate has passed the following:

H. B. No. 131, A bill to be entitled "An Act amending Article 1119 of the Revised Civil Statutes of Texas of 1925, so as to make its provisions apply to all incorporated cities or towns incorporated under the General Laws of the State of Texas, and declaring an emergency." (With amendments.)

Adopted

H. C. R. No. 64, Expressing appreciation to Mr. W. Lee O'Daniel.

Respectfully,

BOB BARKER, Secretary of the Senate.

## EXTENDING SYMPATHY TO HON. JOHN BELL

Mr. Newton offered the following resolution:

Whereas, Our fellow Member, the Honorable John Bell, is sick in the

Seton Hospital; and Whereas, We deeply regret his illness and sincerely miss his presence;

now, therefore, be it Resolved by the House of Representatives, That we extend to Mr. Bell our deepest sympathy and wish for him a speedy recovery; and, be it further

Resolved, That the Chief Clerk of the House of Representatives be instructed to send suitable flowers to our colleague; and, be it further

Resolved, That a copy of this resolution be forwarded, by the Chief Clerk, to Mr. Bell.

NEWTON, KEEFE BURTON, FELTY ROARK, JONES of Wise, SEWELL, HERZIK. DEAN METCALFE.

The resolution was read second time.

Beckworth, Blankenship, Boethel, Bond, Boyer, Bradbury, Bradford, Bridgers, Broadfoot, Brown, Cagle, Callan, Carssow, Cathey, Cauthorn, Celaya, Cleveland, Colquitt, Davis of Haskell, Davis of Jasper, Davison of Fisher, Davisson of Eastland, Deglandon, Derden, Dickison, Dollins, England, Farmer, Fielden, Fox, Fuchs, Gibson, Graves, Hamilton, Hankamer, Hanna, Harbin, Hardin, Harper, Har-rell, Harris of Archer, Harris of Dal-las, Harris of Dickens, Harting Hellin, Holland, Hoskins, Howard, Huddleston, Hull, Hyder, Jackson, James, Johnson of Ellis, Johnson of Tarrant, Jones of Angelina, Jones of Atascosa, Jones of Falls, Keith, Kelt, Kenyon, Kern, King, Knetsch, Langdon, Lankford, Lanning, Leath, Leonard, Leyendecker, Little, Loggins, London, Lucas, Mann, Mau-ritz, Mays, McConnell, McCracken, McDonald, McFarland, McKee, McKinney, Moffett, Monkhouse, Morris, Morse, Nicholson, Oliver, Palmer, Pat-terson of Mills, Patterson of Travis, Petsch, Pope, Powell, Prescott, Quinn, Ragsdale, Reader, Reed of Bowie, Reed of Dallas, Rhodes, Riddle, Ross, Russell, Rutta, Schuenemann, Settle, sell, Rutta, Schuenemann, Settle, Sharpe, Shell, Simpson, Skaggs, Smith of Hopkins, Smith of Matagorda, Smith of Tarrant, Stevenson, Stinson, Stocks, Talbert, Tarwater, Tennant, Tennyson, Thornberry, Thornton, Vale, Waggoner, Walker, Weldon, Westbrook, Winfree, Wood and Worley.

On motion of Mr. Carssow, the names of all the Members of the House were added to the resolution as signers thereof.

The resolution was unanimously adopted.

## ADJOURNMENT

On motion of Mr. Bridgers, the House, at 4:50 o'clock p. m., adjourned until 10:00 o'clock a. m., tomorrow.

### APPENDIX

## STANDING COMMITTEE REPORTS

The Committee on Liquor Traffic filed a favorable report on House Bill No. 785.

The Committee of Liquor Traffic filed an adverse report on House Bill No. 375.

## REPORTS OF THE COMMITTEE ON ENGROSSED BILLS

Committee Room Austin, Texas, March 12, 1937. Hon. R. W. Calvert, Speaker of the House of Representatives.

Sir: Your Committee on Engrossed

Bills, to whom was referred H. B. No. 137, A bill to be entitled "An Act authorizing trustees of common school districts and common consolidated school districts to make contracts with superintendents and principals providing for the length of time of such employment, and declaring an emergency.

Has carefully compared same and finds it correctly engrossed.

WESTBROOK, Vice Chairman.

Austin, Texas, March 15, 1937. Hon. R. W. Calvert, Speaker of the House of Representatives.

Sir: Your Committee on Engrossed Bills, to whom was referred

H. C. R. No. 66, Granting Hon. A. S. Moss, District Judge of the 100th Judicial District, permission to leave the State.

Has carefully compared same and finds it correctly engrossed.

BRIDGERS, Chairman.

Austin, Texas, March 15, 1937. Hon. R. W. Calvert, Speaker of the House of Representatives.

Sir: Your Committee on Engrossed Bills, to whom was referred

H. C. R. No. 60, Requesting the Congress of the United States to pass legislation in some form enabling the states and their political subdivisions to tax oil, or other minerals which have been mined and stored above ground awaiting eventual movement in interstate commerce, on some fair basis, such as the value of the average daily amount of oil in storage within a political subdivision during the previous year.

Has carefully compared same and finds it correctly engrossed.

BRIDGERS, Chairman.

## REPORTS OF THE COMMITTEE ON **ENROLLED BILLS**

Committee Room, Austin, Texas, March 15, 1937. Hon. R. W. Calvert, Speaker of the House of Representatives.

Sir: Your Committee on Enrolled Bills, to whom was referred

H. B. No. 100, "An Act making an emergency appropriation to supplement an appropriation made by the Regular Session of the Forty-fourth Legislature for the fiscal year ending August 31, 1937, found on page 1053, Acts of the Regular Session of the Forty-fourth Legislature; said appropriation is to pay the salaries and other expenses of the inspection work incident to the eradication of the Pink Bollworm, under the provisions of Chapter 3, Title 4, Revised Civil Statutes of Texas, 1925, known as the Pink Bollworm Law, and amendments thereto, and declaring an emergency."

Has carefully compared same and finds it correctly enrolled.

HERZIK, Chairman.

Austin, Texas, March 15, 1937.

Hon. R. W. Calvert, Speaker of the House of Representatives.

Sir: Your Committee on Enrolled Bills, to whom was referred

H. B. No. 268, "An Act declaring it unlawful for any person to kill, take, or have in his possession for purpose of sale in Angelina and Tyler Counties any wild fox or the pelts thereof, providing that this law shall be in force for a period of two (2) years; providing various exceptions and exemptions; prescribing a penalty for the violation of the provisions of this Act; repealing all laws in conflict, and declaring an emergency."

Has carefully compared same and finds it correctly enrolled.

HERZIK, Chairman.

Austin, Texas, March 15, 1937. Hon. R. W. Calvert, Speaker of the House of Representatives.

Sir: Your Committee on Enrolled Bills, to whom was referred

H. B. No. 174, "An Act making appropriations to supplement previous appropriations out of the State Treasury for the preparation, checking, investigation and correction of the scholastic census and for accounting and investigation necessary in the approval of transfers to the Census Division of the State Department of Education, providing money for salaries, wages, rent, equipment, supplies, printing, and necessary traveling expenses incident thereto for the sum of Five Thousand (\$5,000.00) Dollars for the year ending September 1, 1937, and to the State Commis-

sion for the Blind the sum of Eight Hundred (\$800.00) Dollars for freight on talking-book machines for the needy blind of Texas and for traveling expenses to be used by said Commission in certifying eligible blind persons for occupancy in Federal-owned buildings, and declaring an emergency."

Has carefully compared same and finds it correctly enrolled.

HERZIK, Chairman.

Austin, Texas, March 15, 1937. Hon. R. W. Calvert, Speaker of the House of Representatives.

Sir: Your Committee on Enrolled Bills, to whom was referred

H. C. R. No. 51, That the Legislature of Texas go on record as approving the matters set forth in the H. R. No. 1546, and memorializing Congress to actively support such Resolution.

Has carefully compared same and finds it correctly enrolled.

HERZIK, Chairman.

Austin, Texas, March 15, 1937.

Hon. R. W. Calvert, Speaker of the House of Representatives.

Sir: Your Committee on Enrolled Bills, to whom was referred

H. C. R. No. 63, Instructing the Enrolling Clerk of the House to make the caption of House Bill No. 268 conform to the body of the bill.

Has carefully compared same and finds it correctly enrolled.

HERZIK, Chairman.

## THIRTY-EIGHTH DAY

(Tuesday, March 16, 1937)

The House met at 10:00 o'clock a. m., pursuant to adjournment, and was called to order by Speaker Calvert.

The roll of the House was called, and the following Members were present:

Mr. Speaker Boyer Alexander Bradbury Bradford Alsup Amos Bridgers Baker Brown Burton Bates Beckworth Cagle Callan Blankenship Carssow Boethel Cathey